

105TH CONGRESS
1ST SESSION

H. R. 2166

To amend the Internal Revenue Code of 1986 to allow certain cash rent farm landlords to deduct soil and water conservation expenditures.

IN THE HOUSE OF REPRESENTATIVES

JULY 15, 1997

Mr. NUSSLE introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to allow certain cash rent farm landlords to deduct soil and water conservation expenditures.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. DEDUCTION FOR SOIL AND WATER CONSERVA-**
4 **TION EXPENDITURES EXTENDED TO CERTAIN**
5 **CASH RENT LANDLORDS.**

6 (a) IN GENERAL.—Section 175(c) of the Internal
7 Revenue Code of 1986 (relating to soil and water con-
8 servation expenditures) is amended by adding at the end
9 the following:

1 “(4) CASH RENT LANDLORDS.—A taxpayer
2 shall be treated as engaged in the business of farm-
3 ing with respect to any land used in farming if such
4 taxpayer rents such land (regardless of the basis for
5 the rental payment) to a member of the taxpayer’s
6 family (as defined in section 2032A(e)(2)).”.

7 (b) EFFECTIVE DATE.—The amendment made by
8 this section shall apply to amounts paid or incurred after
9 December 31, 1997, in taxable years ending after such
10 date.

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